

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3354-01
Bill No.: HB 1272
Subject: Licenses - Motor Vehicle; Motor Vehicles; Revenue Department.
Type: Original
Date: January 3, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Highway	\$12,960	\$15,548	\$15,548
Total Estimated Net Effect on <u>All</u> State Funds	\$12,960	\$15,548	\$15,548

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Cities	\$2,592	\$3,110	\$3,110
Counties	\$1,728	\$2,073	\$2,073
Local Government	\$4,320	\$5,183	\$5,183

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 4 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue, Division of Motor Vehicle and Drivers Licensing** assume, based on information received from the Elks Lodge, there are approximately 27,634 members. They indicated that approximately 5% or 1,382 of these individuals will apply for this type of plate. Accordingly, this bureau will require the services of one Clerk Typist II for 90 hours of overtime to process the additional applications received. Responsibilities associated with this process are validating applications, computer entry, correspondence, telephone and walk-in customer assistance. In addition, this bureau will incur expenses in the amount of \$3,543 forms and postage and \$6,606 plates and tabs.

Oversight assumes these special license plates will replace standard license plates on vehicles owned by eligible persons and that any additional costs to **DOR** will be minimal and can be absorbed from existing resources. **Oversight** assumes DOR can absorb the cost of policy and procedure revisions, and postage from existing resources.

REVENUE IMPACT

Increase

The provisions of this proposal authorize a specialized Elks Lodge license plate. Each applicant must pay an additional \$15 fee for the plate. This proposal will have the following impact on revenue.

$$1,382 \times \$15 = \$20,730 / 12 \text{ months} \times 10 \text{ months (FY03)} = \$17,275$$

FY03

$$\$17,275 \times 75\% = \$12,960 \text{ Highway Fund}$$

$$\$17,275 \times 15\% = \$ 2,592 \text{ Cities}$$

$$\$17,275 \times 10\% = \$ 1,728 \text{ County}$$

FY04 & 05

$$\$20,730 \times 75\% = \$15,548 \text{ Highway Fund}$$

$$\$20,730 \times 15\% = \$ 3,110 \text{ Cities}$$

$$\$20,730 \times 10\% = \$ 2,073 \text{ County}$$

Officials from the **Department of Transportation** concur with the Department of Revenue's

ASSUMPTION (continued)

response to this legislation.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
HIGHWAY FUND			
<u>Income - Department of Revenue</u>			
Special license plate fees	\$12,960	\$15,548	\$15,548
ESTIMATED NET EFFECT ON HIGHWAY FUND	<u>\$12,960</u>	<u>\$15,548</u>	<u>\$15,548</u>
<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
Cities			
Special license plate fees	\$2,592	\$3,110	\$3,110
Counties			
Special license plate fees	\$1,728	\$2,073	\$2,073
ESTIMATED NET EFFECT ON LOCAL GOVERNMENT	<u>\$4,320</u>	<u>\$5,183</u>	<u>\$5,183</u>

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This bill allows for a special license plate for members of the Missouri Elks Association. To obtain the plate, a person must get a use authorization statement (\$15 contribution) from the Missouri Elks Association and present the statement to the Department of Revenue at the time of registration along with a \$15 fee, the registration fee, and other documents which may be required by law. Revenue collected from authorization contributions, minus reasonable administrative costs, will be used solely for the purposes of the Missouri Elks Association.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Department of Transportation

A handwritten signature in black ink, appearing to read "Jeanne Jarrett". The signature is stylized with a large initial "J" and a cursive "e" at the end.

Jeanne Jarrett, CPA
Director
January 3, 2002